

Senate Bill No. 1708

CHAPTER 253

An act to add Chapter 6.1 (commencing with Section 10550) to Division 12 of the Streets and Highways Code, relating to streets.

[Approved by Governor August 25, 2000. Filed with
Secretary of State August 28, 2000.]

LEGISLATIVE COUNSEL'S DIGEST

SB 1708, Kelley. Streets: water or sewer system improvements: loans: repayment: assessment districts.

The Municipal Improvement Act of 1913 authorizes a municipality to establish an assessment district, issue bonds to finance construction of certain municipal improvements in or along streets within the district, and levy assessments to repay the principal and interest on those bonds.

This bill would authorize a municipality that has entered into a contract with the state that includes a loan funded by the state for the purpose of financing the construction and installation of certain water or sewer system improvements in or along its streets to conduct proceedings under the act for the formation of an assessment district for the purpose of levying an assessment to secure repayment of the loan.

The bill would require the proceeding for the formation of the assessment district and the levy of the assessment to be conducted in accordance with the act, with appropriate modifications to all resolutions and notices, except as otherwise provided by the bill.

The bill would require the legislative body of the municipality to provide in certain required resolutions that the assessment will be collected in annual installments.

The people of the State of California do enact as follows:

SECTION 1. Chapter 6.1 (commencing with Section 10550) is added to Division 12 of the Streets and Highways Code, to read:

CHAPTER 6.1. LOAN REPAYMENT ASSESSMENT DISTRICTS

10550. (a) If a municipality has entered into a contract with the state that includes a loan funded by the state for the purpose of financing the construction and installation of water or sewer system improvements in or along its streets that are of special benefit to land within the municipality, the municipality may conduct proceedings

under this division for the formation of an assessment district for the purpose of levying an assessment to secure repayment of the loan.

(b) Except as otherwise provided in this chapter, the proceeding for the formation of the assessment district and the levy of the assessment shall be conducted in accordance with this division, with appropriate modifications to all resolutions and notices.

10555. The legislative body shall provide in the resolutions required under Sections 10200 and 10312 that the assessment will be collected in annual installments.

